

MINUTES OF THE CITY COUNCIL

CITY OF AUSTIN, TEXAS

Regular Meeting

January 30, 1958
10:00 A. M.

Council Chamber, City Hall

The meeting was called to order with Mayor Miller presiding.

Roll call:

Present: Councilmen Long, Palmer, Pearson, White, Mayor Miller
Absent: None

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In accordance with published notice thereof, promptly at 10:00 o'clock A. M., Mayor Miller announced that the time for submitting bids on the purchase of \$6,750,000 Electric, Water and Sewer Revenue Bonds and \$2,000,000 Various Purpose General Obligation Bonds of the City of Austin had expired; and the City Council would proceed with the opening of said bids.

Bids were then opened and read as follows:

CITY OF AUSTIN, TEXAS
TABULATION OF BIDS
RECEIVED ON \$6,750,000 ELECTRIC, WATER AND SEWER REVENUE BONDS
JANUARY 30, 1958

NAME OF BIDDER	BONDS MATURE DATE BOTH INCLUSIVE	NOMINAL INTEREST RATES	GROSS INTEREST COST	PREMIUM OFFERED	NET INTEREST COST	EFFECTIVE INTEREST RATE
1. LEHMAN BROTHERS AND FIRST SOUTHWEST CO., JOINT MANAGERS & ASSOCIATES Merrill Lynch, Pierce, Fenner & Beane Kuhn, Loeb & Co. Shields & Company B. J. Van Ingen & Co., Inc. Rowles, Winston & Co. Rotan, Mosle & Co. Municipal Securities Company White, Masterson & Co. R. J. Edwards, Inc. Austin, Hart & Parvin Sanders & Company and Associates	April 1, 1960, thru April 1, 1966 April 1, 1967, thru April 1, 1969 April 1, 1970, thru April 1, 1979	4 2 3/4 2.90	% % %	\$2,984,190.90 \$1,282.50	\$2,982,908.40	2.9512 %
2. THE FIRST BOSTON CORP. & ASSOCIATES Carl M. Loeb, Rhoades & Co. Wertheim & Co. Clark, Dodge & Co. Weeden & Co. Dominick & Dominick William Blair & Co. Van Alostyne, Noel & Co. The Ohio Co. Robert W. Baird & Co., Inc. The Illinois Company Anderson & Strudwick Baker, Watts & Co. Fridley, Hess & Frederickking Harkness & Hill, Inc. Hayden, Miller & Co. Model, Roland & Stone Rodman & Renshaw A. G. Edwards & Sons Frantz, Hutchinson & Co.	April 1, 1960, thru April 1, 1966 April 1, 1967, April 1, 1968, thru April 1, 1979	4 3.10 2.90	% % %	2,998,531.74 375.00	2,998,156.74	2.9662 %

000 ELECTRIC, WATER AND
JANUARY 30, 1958

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CITY OF AUSTIN, TEXAS
 TABULATION OF BIDS
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 JANUARY 30, 1958

NAME OF BIDDER	BONDS MATURE DATE	BOTH INCLUSIVE	NOMINAL		GROSS		NET		EFFECTIVE INTEREST RATE
			INTEREST RATES	COST	INTEREST COST	PREMIUM OFFERED	INTEREST COST	INTEREST RATE	
F. Brittain Kennedy & Co. J. A. Overton & Co. F. S. Yantis & Co. Freeman & Co. Joseph, Mellen & Miller, Inc.									
5. HALSEY, STUART & CO., INC., & ASSOCIATES Harriman, Ripley & Co., Inc. Blyth & Co., Inc. Salomon Bros. & Hutzler John Nuveen & Co. Blair & Co., Incorporated A. G. Becker & Co., Incorporated First of Michigan Corporation Bacon, Whipple & Co. Dallas Union Securities Company McCormick & Co. Schoellkopf, Hutton & Pomeroy, Inc. Stern Brothers & Co. Boettcher and Company Merrill, Turben & Co., Inc. Watling, Lerchen & Co. Wallace, Geruldsen & Co. Burns, Corbett & Pickard, Inc. H. V. Sattley & Co., Inc. Keith Reed & Company	April 1, 1960, thru April 1, 1966 April 1, 1967, thru April 1, 1971 April 1, 1972, thru April 1, 1979	4 3 2.90	% % %	\$3,009,255.83	\$	202.50	\$3,009,053.33	2.97705	%
6. DREXEL & CO.. Bear, Stearns & Co. Braun, Bosworth & Co., Inc. Ira Haupt & Co. Wm. E. Pollock & Co., Inc. Shearson, Hammill & Co. Bramhall, Falcon & Co., Inc.	April 1, 1960, thru April 1, 1966 April 1, 1967, thru April 1, 1977 April 1, 1978, thru April 1, 1979	4 2.90 3	% % %	3,022,990.90	2,072.93	3,020,917.97	2.988788	%	

CITY OF AUSTIN, TEXAS
 TABULATION OF BIDS
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 JANUARY 30, 1958

NAME OF BIDDER	BONDS MATURE		NOMINAL		GROSS		PREMIUM		NET		EFFECTIVE
	DATE	BOTH INCLUSIVE	INTEREST	RATES	INTEREST	COST	OFFERED	COST	INTEREST	RATE	
Wood, Gundy & Co., Inc.											
Shelby Cullom Davis & Co.											
Rand & Co.											
Dittmar & Company											
Green Ellis & Anderson											
Yarnall, Biddle & Co.											
Elkins, Morris, Stokes & Co.											
Arthur L. Wright & Co., Inc.											
7. SMITH, BARNEY & CO., (Manager) & ASSOCIATES	April 1, 1960, thru April 1, 1967		4	%							
Goldman, Sachs & Co.	April 1, 1968,		3	1/2 %							
Estabrook & Co.	April 1, 1969, thru April 1, 1979		3	%	\$3,121,058.40	None		\$3,121,058.40	3.0878	%	
Alex. Brown & Sons											
Halgarten & Co.											
G. H. Walker & Co.											
Roosevelt & Cross, Inc.											
W. E. Hutton & Co.											
Spencer Trask & Co.											
J. Barth & Co.											
The Milwaukee Company											
Tripp & Co., Inc.											
Fitzpatrick, Sullivan & Co.											
Blunt Ellis & Simmons											
Seasongood & Mayer											
McDonnell & Co.											
Dempsey-Tegeler & Co.											
Russ & Company											
Dallas Rupe & Son, Inc.											
James C. Tucker & Co., Inc.											
McMaster Hutchinson & Co.											

Each of the above and foregoing bids was accompanied by Cashier's-Certified Check in the amount of \$135,000.00. Whereupon bids were referred to the Finance Director for tabulation and evaluation.

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Recessed Meeting

2:00 P. M.

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Councilman Pearson offered the following resolution and moved its adoption:

(RESOLUTION)

WHEREAS, Lehman Brothers acting by and through their duly authorized agent and representative, H. J. Szold, and First Southwest Company acting by and through its duly authorized agent and representative, Winton Jackson, this day submitted to the City Council the following proposal:

OFFICIAL BID FORM

Honorable Mayor and City Council
City of Austin
Austin, Texas

January 30, 1958

Gentlemen:

Reference is made to your "Official Notice of Sale," dated January 17, 1958, of \$6,750,000 CITY OF AUSTIN, TEXAS ELECTRIC LIGHT AND POWER, WATER-WORKS AND SEWER SYSTEM REVENUE BONDS, SERIES 1958, which is attached hereto and made a part hereof.

For your legally issued bonds, as described in said Notice, we will pay you par and accrued interest from date of issue to date of delivery to us, plus a cash premium of \$1,282.50 for bonds maturing and bearing interest as follows:

April 1, 1960, through April 1, 1966,	4	%
April 1, 1967, through April 1, 1969,	2-3/4	%
April 1, 1970, through April 1, 1979,	2.90	%

Interest cost, in accordance with the above bid, is:

Gross Interest Cost	\$2,984,190.90
Less Premium	1,282.50
NET INTEREST COST	\$2,982,908.40
EFFECTIVE INTEREST RATE	2.9512%

Attached hereto is Cashier's-Check of the American National Bank, Austin, Texas, in the amount of \$135,000.00, which represents our Good Faith Deposit, and which is submitted in accordance with the terms as set forth in the "Official Notice of Sale."

If we are the successful purchasers, we will select Dumas, Huguenin and Boothman, Bond Attorneys, whose fee we will pay, to render their unqualified approving legal opinion on this issue.

We desire that the Paying Agents for this issue be: First National City , New York, New York, and American National, Austin, Texas.

Respectfully submitted,

Lehman Brothers) Joint
First Southwest Company) Managers
Merrill Lynch, Pierce, Fenner & Beane
Kuhn, Loeb & Co.
Shields & Company
B. J. Van Ingen & Co. Inc.
Rowles, Winston & Co.
Rotan, Mosle & Co.

Municipal Securities Company
White, Masterson & Co.
R. J. Edwards, Inc.
Austin, Hart & Parvin
Sanders & Company
 And Associates
By: Lehman Brothers
By: Signed/ H. J. Szold Partner
 Authorized Representative
1st Southwest Co.
 Signed/ Winton Jackson V.P.

ACCEPTANCE CLAUSE

The above and foregoing bid is hereby in all things accepted by the City of Austin, Texas, this the 30th day of January, 1958.

ATTEST:

City Clerk, City of Austin, Texas

Mayor, City of Austin, Texas

APPROVED:

City Attorney, City of Austin, Texas

and,

WHEREAS, the said bid and proposal of Lehman Brothers and First Southwest Company was the most advantageous bid submitted to the City Council for the purchase of the aforesaid bonds; NOW, THEREFORE,

BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF AUSTIN:

That said proposal of Lehman Brothers and First Southwest Company to purchase \$6,750,000.00 City of Austin, Texas, Electric Light and Power, Waterworks and Sewer System Revenue Bonds as per the City's Notice of Sale and Prospectus dated January 17, 1958, at the price and upon the terms of said proposal be and the same is hereby accepted and Lehman Brothers and First Southwest Company be awarded the sale of said bonds; and,

BE IT FURTHER RESOLVED BY THE CITY COUNCIL OF THE CITY OF AUSTIN:

That the City Manager be and he is hereby authorized and directed to sell to Lehman Brothers and First Southwest Company the \$6,750,000.00 of City of Austin, Texas, Electric Light and Power, Waterworks and Sewer System Revenue

Bonds as per the City's Notice of Sale and Prospectus dated January 17, 1958, at par and accrued interest from date of issue to date of delivery plus a cash premium of \$1,282.50 according to the terms of said bid hereinbefore set out.

The motion, seconded by Councilman White, carried by the following vote:

Ayes: Councilmen Long, Palmer, Pearson, White, Mayor Miller

Noes: None

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There being no further business, the Council adjourned at 7:00 P. M., subject to the call of the Mayor.

APPROVED /s/ Tom Miller
Mayor

ATTEST:

/s/ Elsie Woosley
City Clerk